### Union Calendar No. 498

115TH CONGRESS 2D SESSION

# H. R. 2809

[Report No. 115-649]

To amend title 51, United States Code, to provide for the authorization and supervision of nongovernmental space activities, and for other purposes.

#### IN THE HOUSE OF REPRESENTATIVES

June 7, 2017

Mr. Smith of Texas (for himself, Mr. Babin, Mr. Bridenstine, Mr. Perlmutter, Mr. Rohrabacher, Mr. Hultgren, Mr. Weber of Texas, Mr. Higgins of Louisiana, and Mr. Kilmer) introduced the following bill; which was referred to the Committee on Science, Space, and Technology

APRIL 24, 2018

Additional sponsors: Mr. Lamborn, Mr. Dunn, Mr. Calvert, Mr. Coffman, Mr. Soto, Mr. McCarthy, and Mr. Bera

April 24, 2018

Reported with an amendment, committed to the Committee of the Whole House on the State of the Union, and ordered to be printed

[Strike out all after the enacting clause and insert the part printed in italic]

[For text of introduced bill, see copy of bill as introduced on June 7, 2017]

## A BILL

To amend title 51, United States Code, to provide for the authorization and supervision of nongovernmental space activities, and for other purposes.

- 1 Be it enacted by the Senate and House of Representa-
- 2 tives of the United States of America in Congress assembled,
- 3 SECTION 1. SHORT TITLE; TABLE OF CONTENTS.
- 4 (a) Short Title.—This Act may be cited as the
- 5 "American Space Commerce Free Enterprise Act of 2017".
- 6 (b) Table of Contents is as

### 7 follows:

- Sec. 1. Short title; table of contents.
- Sec. 2. Findings; policy; purposes.
- Sec. 3. Certification to operate space objects.
- Sec. 4. Permitting of space-based remote sensing systems.
- Sec. 5. Administrative provisions related to certification and permitting.
- Sec. 6. Technical and conforming amendments.
- Sec. 7. Office of Space Commerce.
- Sec. 8. Restriction on preventing launches and reentries of certified space objects.
- Sec. 9. Report on registration of space objects.
- Sec. 10. Comptroller General report.

### 8 SEC. 2. FINDINGS; POLICY; PURPOSES.

- 9 (a) FINDINGS.—Congress finds the following:
- 10 (1) The United States, through existing author-
- 11 ization and supervision mechanisms, satisfies and is
- in conformity with its obligation under the Outer
- 13 Space Treaty to authorize and supervise nongovern-
- 14 mental space activities to assure such activities are
- 15 carried out in conformity with the international obli-
- gations of the United States under the Outer Space
- 17 Treaty.
- 18 (2) The United States has a robust and innova-
- 19 tive private sector that is investing in, developing,

- and placing into outer space, spacecraft and pay loads.
  - (3) Authorization and supervision mechanisms as of the date of enactment of this Act could be improved to relieve administrative burdens on new and innovative nongovernmental space actors.
    - (4) It serves the national interest to address misperceptions of legal uncertainty through the establishment of a general authorization and supervision certification authority for nongovernmental outer space activities.
  - (5) The private exploration and use of outer space by nongovernmental entities will further the national security, foreign policy, and economic interests of the United States.
- 16 (b) Policy.—It is the policy of the United States
  17 that—
  - (1) United States citizens and entities are free to explore and use space, including the utilization of outer space and resources contained therein, without conditions or limitations;
  - (2) this freedom is only to be limited when necessary to assure United States national security interests are met and to authorize and supervise nongovernmental space activities to assure such activities

- are carried out in conformity with the international
   obligations of the United States under the Outer
   Space Treaty;
  - (3) to the maximum extent practicable, the Federal Government shall interpret and fulfill its international obligations to minimize regulations and limitations on the freedom of United States nongovernmental entities to explore and use space;
    - (4) to the maximum extent practicable, the Federal Government shall take steps to protect the physical safety of space objects operated by the United States that do not involve limitations on the freedoms of nongovernmental entities of the United States; and
    - (5) nongovernmental activities in outer space shall only be authorized and supervised in a transparent, timely, and predictable manner, with minimal costs and burdens placed on the entities authorized and supervised.
- 19 (c) Purposes.—The purposes of this Act and the 20 amendments made by this Act are—
- 21 (1) to enhance the existing outer space authoriza-22 tion and supervision framework to provide greater 23 transparency, greater efficiency, and less administra-24 tive burden for nongovernmental entities of the 25 United States seeking to conduct space activities; and

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1	(2) to ensure that the United States remains the
2	world leader in commercial space activities.
3	(d) Definitions.—In this Act—
4	(1) the term "Agreement on the Rescue of Astro-
5	nauts and the Return of Space Objects" means the
6	Agreement on the Rescue of Astronauts, the Return of
7	Astronauts and the Return of Objects Launched into
8	Outer Space (signed at Washington, Moscow, and
9	London on April 22, 1968, ratified by the United
10	States on December 3, 1968; 19 UST 7570);
11	(2) the term "Convention on Registration of
12	Space Objects" means the Convention on Registration
13	of Objects Launched into Outer Space (signed at New
14	York on January 14, 1975, ratified by the United
15	States on September 15, 1976; 28 UST 695);
16	(3) the term "covered treaties on outer space"
17	means—
18	(A) the Outer Space Treaty;
19	(B) the Agreement on the Rescue of Astro-
20	nauts and the Return of Space Objects;
21	(C) the Convention on Registration of Space
22	Objects; and
23	(D) the Liability Convention;
24	(4) the term "Liability Convention" means the
25	Convention on the International Liability for Dam-

1	age Caused by Space Objects (signed at Washington,
2	Moscow, and London on March 29, 1972, ratified by
3	the United States on October 9, 1973; 24 UST 2389);
4	and
5	(5) the term "Outer Space Treaty" means the
6	Treaty on Principles Governing the Activities of
7	States in the Exploration and Use of Outer Space,
8	including the Moon and Other Celestial Bodies
9	(signed at Washington, Moscow, and London on Jan-
10	uary 27, 1967, ratified by the United States on Octo-
11	ber 10, 1967; 18 UST 2410).
12	SEC. 3. CERTIFICATION TO OPERATE SPACE OBJECTS.
13	Title 51, United States Code, is amended by adding
14	at the end the following:
15	"Subtitle VIII—Authorization and
16	Supervision of Nongovernmental
17	Space Activities
18	"CHAPTER 801—CERTIFICATION TO
19	OPERATE SPACE OBJECTS

<sup>``</sup>Sec.

<sup>&</sup>quot;80101. Definitions.

<sup>&</sup>quot;80102. Certification authority.

<sup>&</sup>quot;80103. Certification application and requirements.

<sup>&</sup>quot;80104. Mitigation of space debris.

 $<sup>\</sup>it ``80105. \ Continuing \ certification \ requirements.$ 

<sup>&</sup>quot;80106. Certification transfer.

<sup>&</sup>quot;80107. Certification expiration and termination.

<sup>&</sup>quot;80108. Existing license or pending application for launch or reentry.

<sup>&</sup>quot;80109. Private Space Activity Advisory Committee.

<sup>&</sup>quot;80110. Exemptions.

<sup>&</sup>quot;80111. Protecting the interests of United States entity space objects.

### **"§80101. Definitions**

2	"In this subtitle:
3	"(1) AGENCY.—The term 'agency' has the mean-
4	ing given the term Executive agency in section 105 of
5	$title\ 5.$
6	"(2) AGREEMENT ON THE RESCUE OF ASTRO-
7	NAUTS AND THE RETURN OF SPACE OBJECTS.—The
8	term 'Agreement on the Rescue of Astronauts and the
9	Return of Space Objects' means the Agreement on the
10	Rescue of Astronauts, the Return of Astronauts and
11	the Return of Objects Launched into Outer Space
12	(signed at Washington, Moscow, and London on April
13	22, 1968, ratified by the United States on December
14	3, 1968; 19 UST 7570).
15	"(3) Convention on registration of space
16	OBJECTS.—The term 'Convention on Registration of
17	Space Objects' means the Convention on Registration
18	of Objects Launched into Outer Space (signed at New
19	York on January 14, 1975, ratified by the United
20	States on September 15, 1976; 28 UST 695).
21	"(4) Covered treaties on outer space.—
22	The term 'covered treaties on outer space' means—
23	"(A) the Outer Space Treaty;
24	"(B) the Agreement on the Rescue of Astro-
25	nauts and the Return of Space Objects;

1	"(C) the Convention on Registration of
2	Space Objects; and
3	"(D) the Liability Convention.
4	"(5) Liability convention.—The term 'Liabil-
5	ity Convention' means the Convention on the Inter-
6	national Liability for Damage Caused by Space Ob-
7	jects (signed at Washington, Moscow, and London on
8	March 29, 1972, ratified by the United States on Oc-
9	tober 9, 1973; 24 UST 2389).
10	"(6) National of the united states.—The
11	term 'national of the United States' has the meaning
12	given such term in section 101(a) of the Immigration
13	and Nationality Act (8 U.S.C. 1101(a)).
14	"(7) Outer space treaty.—The term 'Outer
15	Space Treaty' means the Treaty on Principles Gov-
16	erning the Activities of States in the Exploration and
17	Use of Outer Space, including the Moon and Other
18	Celestial Bodies (signed at Washington, Moscow, and
19	London on January 27, 1967, ratified by the United
20	States on October 10, 1967; 18 UST 2410).
21	"(8) Secretary.—The term 'Secretary' means,
22	except as otherwise provided in this subtitle, the Sec-
23	retary of Commerce, acting through the Office of
24	Space Commerce.

1	"(9) Space-based remote sensing system.—
2	The term 'space-based remote sensing system' means
3	a space object in Earth orbit that is—
4	"(A) designed to image the Earth; or
5	"(B) capable of imaging a space object in
6	Earth orbit operated by the Federal Government.
7	"(10) Space debris mitigation.—The term
8	'space debris mitigation' means efforts to—
9	"(A) prevent on-orbit break-ups;
10	"(B) remove spacecraft that have reached
11	the end of their mission operation from useful
12	densely populated orbit regions; and
13	"(C) limit the amount of debris released
14	during normal operations of a space object.
15	"(11) Space object.—
16	"(A) In general.—The term 'space object'
17	means—
18	"(i) a human-made object located in
19	outer space, including on the Moon and
20	other celestial bodies, with or without
21	human occupants, that was launched from
22	Earth, such as a satellite or a spacecraft,
23	including component parts of the object;
24	and

1	"(ii) all items carried on such object
2	that are intended for use in outer space out-
3	side of, and independent of, the operation of
4	such object.
5	"(B) Inclusion.—Such term includes any
6	human-made object that is—
7	"(i) manufactured or assembled in
8	outer space; and
9	"(ii) intended for operations in outer
10	space outside of, and independent of, the op-
11	erations of such object in which the manu-
12	facturing or assembly occurred.
13	"(C) Exclusions.—Such term does not in-
14	clude—
15	"(i) an article on board a space object
16	that is only intended for use inside the
17	$space\ object;$
18	"(ii) an article manufactured or proc-
19	essed in outer space that is a material; or
20	"(iii) an article intended for use out-
21	side of a space object as part of the certified
22	operations of the space object.
23	"(12) State.—The term 'State' means each of
24	the several States of the United States, the District of
25	Columbia, the Commonwealth of Puerto Rico, the

1	United States Virgin Islands, Guam, American
2	Samoa, the Commonwealth of the Northern Mariana
3	Islands, and any other commonwealth, territory, or
4	possession of the United States.
5	"(13) United states.—The term 'United
6	States' means the States, collectively.
7	"(14) United States entity.—The term
8	'United States entity' means—
9	"(A) an individual who is a national of the
10	United States; or
11	"(B) a nongovernmental entity organized or
12	existing under, and subject to, the laws of the
13	United States or a State.
14	"§ 80102. Certification authority
15	"(a) In General.—Not later than 1 year after the
16	date of enactment of the American Space Commerce Free
17	Enterprise Act of 2017, the Secretary shall begin issuing
18	certifications for the operation of a space object to any
19	United States entity who submits an application for a cer-
20	tification in satisfaction of the requirements of this chapter.
21	"(b) Consultation.—The Secretary shall, as the Sec-
22	retary considers necessary, consult with the heads of other
23	relevant agencies in carrying out the requirements of this
24	chapter, pursuant to section 80311.

1	"(c) Certification Required for Operation.—Be-
2	ginning on the date that is 1 year after the date of enact
3	ment of the American Space Commerce Free Enterprise Ac
4	of 2017, a United States entity may not operate a space
5	object unless the entity holds a certification issued under
6	this chapter for the operation of such object or the entity
7	holds a valid payload approval for launch or reentry under
8	section 50904 as part of a license issued under chapter 509
9	and that satisfies the requirements of section 80108(a).
10	"(d) Foreign Entities Prohibited.—The Secretary
11	may not issue a certification under this chapter to any per-
12	son who is not a United States entity.
13	"(e) Coverage of Certification.—The Secretary
14	shall, to the maximum extent practicable, require only
15	certification under this chapter for a United States entity
16	to—
17	"(1) conduct multiple operations carried out
18	using a single space object;
19	"(2) operate multiple space objects that carry ou
20	substantially similar operations; or
21	"(3) use multiple space objects to carry out of
22	single space operation.
23	"§ 80103. Certification application and requirements
24	"(a) Application Process—

1	"(1) In general.—To be eligible for a certifi-
2	cation or transfer of a certification to operate a space
3	object under this chapter, a United States entity shall
4	submit an application to the Secretary as provided in
5	paragraph (2). Such application shall include, for
6	each required item or attestation, sufficient evidence
7	to demonstrate each fact or assertion.
8	"(2) Contents.—An application described in
9	paragraph (1) shall include only the following infor-
10	mation, with respect to each space object and the op-
11	erations proposed to be certified:
12	"(A) The name, address, and contact infor-
13	mation of one or more nationals of the United
14	States designated by the applicant as responsible
15	for the operation of the space object.
16	"(B) An affirmation, and a document of
17	proof, that the applicant is a United States enti-
18	ty.
19	"(C) If available at the time of submission
20	of the application, the planned date and location
21	of the launch of the space object, including the
22	identity of the launch provider.
23	"(D) The general physical form and com-
24	position of the space object.

1	"(E) A description of the proposed oper-
2	ations of the space object that includes—
3	"(i) when and where the space object
4	will operate; and
5	"(ii) when and where the operation of
6	the space object will terminate.
7	"(F) A description of how the space object
8	will be operated and disposed of in a manner to
9	mitigate the generation of space debris.
10	"(G) Information about third-party liabil-
11	ity insurance obtained, if any, by the applicant
12	for operations of the space object, including the
13	amount and coverage of such liability insurance.
14	"(H) Whether the space object will include
15	a space-based remote sensing system.
16	"(3) Attestations.—An application described
17	in paragraph (1) shall contain an attestation by the
18	applicant of each the following:
19	"(A) The space object is not a nuclear
20	weapon or a weapon of mass destruction.
21	"(B) The space object will not carry a nu-
22	clear weapon or weapon of mass destruction.
23	"(C) The space object will not be operated
24	or used for testing of any weapon on a celestial
25	body.

1	"(D) All information in the application
2	and supporting documents is true, complete, and
3	accurate.
4	"(b) Review of Application.—
5	"(1) Verification of information and attes-
6	TATIONS.—Not later than 90 days after receipt of an
7	application under this section, the Secretary shall
8	verify that—
9	"(A) the application is complete, including
10	any required supporting documents;
11	"(B) the application does not contain any
12	clear indication of fraud or falsification; and
13	"(C) the application contains each attesta-
14	tion required under subsection $(a)(3)$ .
15	"(2) Determination.—Not later than 90 days
16	after receipt of an application under this section—
17	"(A) if the Secretary verifies that the appli-
18	cant has met the application requirements de-
19	scribed in paragraph (1), the Secretary shall ap-
20	prove the application and issue a certification to
21	the applicant with or without conditions on the
22	proposed operation of the space object pursuant
23	to subsection $(c)(1)(A)$ ; or
24	"(B) if the Secretary cannot verify that the
25	applicant has met the application requirements

1	described in paragraph (1) or if the Secretary
2	determines it is necessary to deny the applica-
3	tion pursuant to subsection (c)(1)(B), the Sec-
4	retary—
5	"(i) shall issue a denial of the applica-
6	tion signed by the Secretary (a duty that
7	may not be delegated, including to the Of-
8	fice of Space Commerce); and
9	"(ii) shall, not later than 10 days after
10	the decision to deny the certification—
11	"(I) provide the applicant with a
12	written notification containing a clear-
13	ly articulated rationale for the denial
14	that provides, to the maximum extent
15	practicable, guidance to the applicant
16	as to how such rationale for denial
17	could be addressed in a subsequent ap-
18	plication; and
19	"(II) notify the Committee on
20	Commerce, Science, and Transpor-
21	tation of the Senate and the Committee
22	on Science, Space, and Technology of
23	the House of Representatives of such
24	rationale.

- 1 "(3) AUTOMATIC APPROVAL.—If the Secretary
  2 has not approved or denied the application before the
  3 deadline under paragraph (2), the certification shall
  4 be approved without condition. The Secretary may
  5 not allow tolling of the 90-day period under such
  6 paragraph.
  - "(4) Improper basis for denial.—The Secretary may not deny an application for a certification under this section in order to protect an existing certification holder from competition.
- 11 "(5) SUBSEQUENT REVIEW.—The Secretary may 12 not prejudice a new application for the proposed op-13 erations denied pursuant to paragraph (2)(B) if such 14 new application contains remedies addressing the ra-15 tionale for such denial.
- 16 "(c) Compliance With the Outer Space Trea-17 ty.—
- "(1) IN GENERAL.—If the Secretary determines,
  with clear and convincing evidence, that the proposed
  operation of a space object under an application for
  a certification under this chapter is a violation of an
  international obligation of the United States pertaining to a nongovernmental entity of the United
  States under the Outer Space Treaty—

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1	"(A) the Secretary may condition the pro-
2	posed operation covered by the certification only
3	to the extent necessary to prevent a violation of
4	such international obligation; or
5	"(B) if the Secretary determines that there
6	is no practicable way to condition such certifi-
7	cation to prevent such a violation, the Secretary
8	may deny the application.
9	"(2) Limitation for determinations.—A de-
10	termination under paragraph (1) shall be limited as
11	follows:
12	"(A) The Federal Government shall inter-
13	pret and fulfill its international obligations
14	under the Outer Space Treaty in a manner that
15	minimizes regulations and limitations on the
16	freedom of United States nongovernmental enti-
17	ties to explore and use space.
18	"(B) The Federal Government shall inter-
19	pret and fulfill its international obligations
20	under the Outer Space Treaty in a manner that
21	promotes free enterprise in outer space.
22	"(C) The Federal Government shall not pre-
23	sume all obligations of the United States under
24	the Outer Space Treaty are obligations to be im-

1	puted upon United States nongovernmental enti-
2	ties.
3	"(D) Guidelines promulgated by the Com-
4	mittee on Space Research may not be considered
5	international obligations of the United States.
6	"(3) Presumptions.—In making a determina-
7	tion under paragraph (1), the Secretary shall pre-
8	sume, absent clear and convincing evidence to the
9	contrary, that—
10	"(A) any attestation made by an applicant
11	pursuant to subsection $(a)(3)$ is sufficient to
12	meet the international obligations of the United
13	States pertaining to nongovernmental entities of
14	the United States under the Outer Space Treaty
15	addressed by such attestation; and
16	"(B) reasonably commercially available ef-
17	forts are sufficient to be in conformity with the
18	international obligations of the United States
19	pertaining to nongovernmental entities of the
20	United States under the Outer Space Treaty.
21	"(4) Prohibition on retroactive condi-
22	Tions.—No other modifications may be made, or ad-
23	ditional conditions placed, on a certification after the
24	date on which the certification is issued (except to ac-
25	count for a material change as provided in section

- 80105(c) or the removal of a condition pursuant to 1 2 subsection (d)). "(5) Nondelegable.—The responsibilities of 3 4 the Secretary under this subsection may not be dele-5 gated, including to the Office of Space Commerce. 6 "(d) Authority To Remove Conditions.—The Secretary, as determined appropriate, may remove a condition 8 placed on a certification pursuant to subsection (c). 9 "§ 80104. Mitigation of space debris 10 "(a) Plan Submission.—To be eligible for a certification under this chapter, each application shall include a space debris mitigation plan for the space object. Such 12 13 plan— 14 "(1) shall take into account best practice guide-15 lines promulgated by the United States and the Inter-16 agency Debris Coordinating Committee; and 17
- "(2) may take into account that a space object
  may end certified operations and be stored in a safe
  manner until such time as the space object is permanently disposed of or certified for further operations.
- "(b) IMPLEMENTATION.—To the maximum extent practicable, a holder of a certification under this chapter shall notify the Secretary not later than 30 days before beginning to implement the disposal phase of a space debris mitigation plan described in subsection (a). Such certifi-

- cation holder shall, not later than 30 days after completing
   implementation of such phase, update the Secretary of the
- 3 results of any space debris mitigation efforts.

### 4 "§80105. Continuing certification requirements

- 5 "(a) Notification Requirement.—A certification
- 6 holder shall, in a timely manner, notify the Secretary if—
- 7 "(1) a certified space object has terminated oper-
- 8 ations; or
- 9 "(2) a catastrophic event has occurred to a cer-
- 10 tified space object, such as the unplanned destruction
- 11 of a space object.
- 12 "(b) Material Change.—The Secretary shall require
- 13 certification holders to inform the Secretary of—
- "(1) any material changes to the space object or
- the planned operations of the space object prior to
- 16 launch; and
- 17 "(2) any material anomalies or departures from
- 18 the planned operations during the course of oper-
- 19 ations.
- 20 "(c) UPDATE TO CERTIFICATION.—Not later than 14
- 21 days after the date of receipt of information regarding a
- 22 material change pursuant to subsection (b), the Secretary
- 23 shall make a determination of whether such material change
- 24 is substantial enough to warrant additional review under
- 25 section 80103(b). Not later than 90 days after a determina-

- 1 tion that such review is warranted, the Secretary shall com-
- 2 plete a similar such review process for such material change
- 3 as is required for a certification applicant under such sec-
- 4 tion.

### 5 "§80106. Certification transfer

- 6 "(a) In General.—Subject to subsections (b) and (c),
- 7 the Secretary shall provide for the transfer of a certification
- 8 under this chapter from the certification holder to another
- 9 United States entity to continue the operations allowed
- 10 under such certification.
- 11 "(b) Transfer Request Requirements.—To be eli-
- 12 gible for a transfer under subsection (a), the certification
- 13 holder shall submit to the Secretary a request that in-
- 14 cludes—
- 15 "(1) any identifying information regarding the
- 16 proposed transferee, including accompanying sup-
- 17 porting documents, that would be required under an
- initial application under section 80103; and
- 19 "(2) each attestation required under section
- 20 80103(a)(3), including accompanying supporting doc-
- 21 uments, completed by the proposed transferee.
- 22 "(c) Determination.—Not later than 90 days after
- 23 a certification holder submits a request under subsection
- 24 (b), the Secretary shall complete a similar review process

1	for the request for transfer as required for a certification
2	applicant under section 80103(b).
3	"§ 80107. Certification expiration and termination
4	"(a) Certification Expiration.—A certification
5	issued under this chapter shall expire on the earlier of—
6	"(1) the date on which all operations approved
7	under such certification cease, including carrying out
8	a space debris mitigation plan of any space object ap-
9	proved under such certification;
10	"(2) the date on which all space objects approved
11	under the certification no longer exist; or
12	"(3) the date that is 5 years after the date on
13	which the certification was approved, if no operations
14	approved under the certification have commenced by
15	such date.
16	"(b) Certification Termination.—
17	"(1) In General.—The Secretary shall termi-
18	nate a certification under this chapter if an applicant
19	or certification holder is convicted of a violation of
20	section 1001 of title 18 related to the certification
21	process under this chapter.
22	"(2) Eligibility.—A certification holder whose
23	certification is terminated under this subsection shall
24	be ineligible to apply for or receive a certification
25	under this chapter.

1	"(3) Space debris mitigation plan.—Upon
2	termination of a certification under paragraph (1),
3	the Secretary may require the certification holder to
4	carry out the space debris mitigation plan submitted
5	by the certification holder under section 80104.
6	"§ 80108. Existing license or pending application for
7	launch or reentry
8	"(a) Continuation of Existing License.—Any
9	United States entity for whom a payload has been approved
10	(and not subject to an exemption under section 80110) on
11	or before the effective date of this section for launch or re-
12	entry under section 50904 as part of a license issued under
13	chapter 509 may—
14	"(1) elect to be immediately considered certified
15	for operation under this chapter on such effective
16	date, in which case all terms and conditions applica-
17	ble to the payload as approved for launch or reentry
18	as part of a license issued under chapter 509 shall
19	apply for the duration of the operation of the pay-
20	$load;\ or$
21	"(2) apply for a certification under this chapter
22	for the operation of the licensed activities and may
23	continue to operate pursuant to such license until
24	such time as such certification is issued.

1 "(b) Rescinding or Transfer of Pending Li-CENSE.—A payload of a United States entity that, on the 3 effective date of this section, is pending approval under section 50904 as part of a launch or reentry license issued under chapter 509 may be, at the election of the applicant for payload approval— 7 "(1) rescinded without prejudice; or 8 "(2) transferred to the Office of Space Commerce 9 and deemed to be a pending application for certifi-10 cation under this chapter. 11 "(c) Effective Date.—This section shall take effect on the date that is 1 year after the date of enactment of the American Space Commerce Free Enterprise Act of 2017. 14 "§ 80109. Private Space Activity Advisory Committee 15 "(a) Establishment.—The Secretary shall establish a Private Space Activity Advisory Committee (in this section referred to as the 'Committee') consisting of 15 mem-18 bers who shall be appointed by the Secretary. 19 "(b) Chair.—The Committee shall designate one member as the chair of the Committee. 21 "(c) Membership.— 22 "(1) Limitation.—Members of the Committee 23 may not be Federal Government employees or officials. 24

"(2) Travel expenses.—Members of the Com-
mittee shall receive travel expenses, including per
diem in lieu of subsistence, in accordance with the
applicable provisions under subchapter I of chapter
57 of title 5.
"(3) Qualifications.—Members of the Com-
mittee shall include a variety of space policy, engi-
neering, technical, science, legal, and finance profes-
sionals. Not less than 3 members shall have signifi-
cant experience working in the commercial space in-
dustry.
"(d) Terms.—Each member of the Committee shall
serve for a term of 4 years and may not serve as a member
for the 2-year period following the date of completion of
each such term.
"(e) Duties.—The duties of the Committee shall be
to—
"(1) analyze the status and recent developments
of nongovernmental space activities;
"(2) analyze the effectiveness and efficiency of
the implementation of the certification process under
$this\ chapter;$
"(3) provide recommendations to the Secretary
and Congress on how the United States can facilitate

 $and \ promote \ a \ robust \ and \ innovative \ private \ sector$ 

1	that is investing in, developing, and operating space
2	objects;
3	"(4) identify any challenges the United States
4	private sector is experiencing—
5	"(A) with the authorization and supervision
6	of the operation of space objects under this chap-
7	ter;
8	"(B) more generally, with international ob-
9	ligations of the United States relevant to private
10	sector activities in outer space;
11	"(C) with harmful interference to private
12	sector activities in outer space; and
13	"(D) with access to adequate, predictable,
14	and reliable radio frequency spectrum;
15	"(5) review existing best practices for United
16	States entities to avoid the harmful contamination of
17	the Moon and other celestial bodies;
18	"(6) review existing best practices for United
19	States entities to avoid adverse changes in the envi-
20	ronment of the Earth resulting from the introduction
21	$of\ extraterrestrial\ matter;$
22	"(7) provide information, advice, and rec-
23	ommendations on matters relating to United States
24	private sector activities in outer space; and

1	"(8) provide information, advice, and rec-
2	ommendations on matters related to the authority of
3	the Secretary under this chapter or to private sector
4	space activities authorized pursuant to this chapter
5	that the Committee determines necessary.
6	"(f) Annual Report.—The Committee shall submit
7	to Congress, the President, and the Secretary an annual
8	report that includes the information, analysis, findings,
9	and recommendations described in subsection (e).
10	"(g) Sunset.—The Committee shall terminate on the
11	date that is 10 years after the date on which the Committee
12	$is\ established.$
13	"§ 80110. Exemptions
13 14	"\$80110. Exemptions "(a) In General.—A certification is not required
14	
	"(a) In General.—A certification is not required
14 15 16	"(a) In General.—A certification is not required under this chapter for any of the following operations:
14 15	"(a) In General.—A certification is not required under this chapter for any of the following operations:  "(1) Space object activities authorized by an-
14 15 16 17	"(a) In General.—A certification is not required under this chapter for any of the following operations:  "(1) Space object activities authorized by another country that is a party to the Outer Space
14 15 16 17	"(a) In General.—A certification is not required under this chapter for any of the following operations:  "(1) Space object activities authorized by another country that is a party to the Outer Space Treaty.
114 115 116 117 118	"(a) In General.—A certification is not required under this chapter for any of the following operations:  "(1) Space object activities authorized by another country that is a party to the Outer Space Treaty.  "(2) Launch or reentry vehicle operations li-
14 15 16 17 18 19 20	"(a) In General.—A certification is not required under this chapter for any of the following operations:  "(1) Space object activities authorized by another country that is a party to the Outer Space Treaty.  "(2) Launch or reentry vehicle operations licensed by the Department of Transportation under
14 15 16 17 18 19 20 21	"(a) In General.—A certification is not required under this chapter for any of the following operations:  "(1) Space object activities authorized by another country that is a party to the Outer Space Treaty.  "(2) Launch or reentry vehicle operations licensed by the Department of Transportation under chapter 509.

1	"(b) Rule of Construction.—Nothing in this sec-
2	tion shall be construed to exempt any entity from the re-
3	quirement to obtain a permit to operate a space-based re-
4	mote sensing system under chapter 802.
5	"§ 80111. Protecting the interests of United States en-
6	tity space objects
7	"The President shall—
8	"(1) protect the interests of United States entity
9	exploration and use of outer space, including commer-
10	cial activity and the exploitation of space resources,
11	from acts of foreign aggression and foreign harmful
12	interference;
13	"(2) protect ownership rights of United States
14	entity space objects and obtained space resources; and
15	"(3) ensure that United States entities operating
16	in outer space are given due regard.".
17	SEC. 4. PERMITTING OF SPACE-BASED REMOTE SENSING
18	SYSTEMS.
19	(a) FINDINGS.—Congress finds the following:
20	(1) The commercial market for space-based re-
21	mote sensing technologies and information has experi-
22	enced significant growth since the passage of the Land
23	Remote Sensing Policy Act of 1992.
24	(2) It is in the interest of the United States to
25	foster new and novel space-based remote sensing ap-

- plications and services and to help facilitate their
   continued domestic growth.
  - (3) Since the passage of the Land Remote Sensing Policy Act of 1992, the National Oceanic and Atmospheric Administration's Office of Commercial Remote Sensing has experienced a significant increase in applications for private remote sensing space system licenses as authorized under section 60121 of title 51, United States Code.
    - (4) Many of the applicants for commercial space-based remote sensing licenses have encountered significant delays and unnecessary obstacles in the application process.
    - (5) The current licensing paradigm must be updated as to not discourage the continued growth of the United States space-based remote sensing industry. It must be updated in a way that satisfies the needs of commercial remote sensing market as well as the national security of the United States.
    - (6) In order to protect United States leadership and commercial viability in remote sensing technologies, the Federal Government should not limit commercial entities from providing remote sensing capabilities or data products that are available or rea-

- 1 sonably expected to be made available in the next 3
- 2 years in the international or domestic marketplace.
- 3 (b) POLICY.—It is the policy of the United States that,
- 4 to the maximum extent practicable, the Federal Government
- 5 shall take steps to protect the national security interests of
- 6 the United States that do not involve regulating or limiting
- 7 the freedoms of United States nongovernmental entities to
- 8 explore and use space. Federal Government agencies shall
- 9 mitigate any threat to national security posed by the explo-
- 10 ration and use of outer space by United States citizens and
- 11 entities, to the maximum extent practicable, changing Fed-
- 12 eral Government activities and operations.
- 13 (c) Amendment.—Title 51, United States Code, is fur-
- 14 ther amended by adding at the end the following:

### 15 "CHAPTER 802—PERMITTING OF SPACE-

### 16 **BASED REMOTE SENSING SYSTEMS**

### 17 "§ 80201. Permitting authority

- 18 "(a) In General.—Not later than 1 year after the
- 19 date of enactment of the American Space Commerce Free

<sup>&</sup>quot;Sec.

<sup>&</sup>quot;80201. Permitting authority.

<sup>&</sup>quot;80202. Application for permit.

<sup>&</sup>quot;80203. Continuing permitting requirements.

<sup>&</sup>quot;80204. Permit transfer.

<sup>&</sup>quot;80205. Agency activities.

<sup>&</sup>quot;80206. Annual reports.

<sup>&</sup>quot;80207. Advisory Committee on Commercial Remote Sensing.

<sup>&</sup>quot;80208. Continuation of existing license or pending application.

<sup>&</sup>quot;80209. Commercial Remote Sensing Regulatory Affairs Office.

1	Enterprise Act of 2017, the Secretary is authorized to per-
2	mit persons to operate space-based remote sensing systems.
3	"(b) Consultation.—The Secretary shall, as the Sec-
4	retary considers necessary, consult with the heads of other
5	relevant agencies in carrying out the requirements of this
6	chapter, pursuant to section 80311.
7	"(c) Limitation With Respect to System Used
8	FOR OTHER PURPOSES.—In the case of a space object that
9	is used for remote sensing and other purposes, the authority
10	of the Secretary under this chapter shall be limited to the
11	remote sensing operations of such space object.
12	"(d) De Minimis Exception.—
13	"(1) WAIVER.—The Secretary may waive the re-
14	quirement for a permit for a space-based remote sens-
15	ing system that the Secretary determines is—
16	"(A) ancillary to the primary design pur-
17	pose of the space object; or
18	"(B) too trivial to require a determination
19	under section 80202(c) relating to national secu-
20	rity.
21	"(2) GUIDANCE.—Not later than 1 year after the
22	date of enactment of this subsection, the Secretary
23	shall issue guidance providing a clear explanation of
24	the criteria used by the Secretary to grant a de mini-
25	mis waiver under paragraph (1)(B) for a space-based

1 remote sensing system that is too trivial to require a 2 determination under section 80202(c). 3 "(e) Coverage of Permit.—The Secretary shall, to the maximum extent practicable, ensure that only one per-5 mit is required under this chapter to— 6 "(1) conduct multiple operations carried out 7 using a space-based remote sensing system: 8 "(2) operate multiple space-based remote sensing systems that carry out substantially similar oper-9 10 ations; or 11 "(3) use multiple space-based remote sensing sys-12 tems to carry out a single remote sensing operation. 13 "(f) Prohibition on Operation.—Not later than 1 year after the date of enactment of the American Space 14 15 Commerce Free Enterprise Act of 2017, no person may, directly or through any subsidiary or affiliate, operate any 16 17 space-based remote sensing system without a permit issued under this chapter. 18 "(g) RESPONSIBLE PARTY.—In any case in which the 19 applicant for a permit under this chapter is not a United 20 21 States entity, the applicant shall identify a United States

entity that consents to be responsible for the permitted oper-

ation of the space-based remote sensing system.

1	"(h) Operation of Space-Based Remote Sensing
2	System.—For purposes of this chapter, the operation of a
3	space-based remote sensing system—
4	"(1) begins when the system—
5	"(A) is located in outer space; and
6	"(B) can meet the minimum threshold and
7	objective capabilities for the system's stated need;
8	and
9	"(2) shall not cover the acts of distribution, sale,
10	or transfer of data, information, or services to per-
11	sons, foreign or domestic, including any such acts
12	taken pursuant to an agreement with such persons.
13	"§ 80202. Application for permit
14	"(a) Application Process.—
15	"(1) In general.—To receive a permit to oper-
16	ate a space-based remote sensing system under this
17	chapter, a person shall submit an application to the
18	Secretary as provided in paragraph (2). Such appli-
19	cation shall include, for each required item, sufficient
20	evidence to demonstrate each fact or assertion.
21	"(2) Contents.—An application described in
22	paragraph (1) shall include only the following infor-
23	mation, with respect to each space-based remote sens-
24	ing system and the operations proposed to be per-
25	$mitted\cdot$

1	"(A) The name, address, and contact infor-
2	mation of one or more United States entity iden-
3	tified by the applicant, pursuant to section
4	80201(g), as responsible for the operation of the
5	space-based remote sensing system.
6	"(B) If available at the time of submission
7	of the application, the planned date and location
8	of the launch of the applicable space object, in-
9	cluding the identity of the launch provider.
10	"(C) The general physical form and com-
11	position of the space-based remote sensing sys-
12	tem.
13	"(D) A description of the proposed oper-
14	ations of the space-based remote sensing system
15	that includes—
16	"(i) when and where the space-based
17	remote sensing system will operate;
18	"(ii) when and where the operation of
19	the space-based remote sensing system will
20	terminate; and
21	"(iii) any additional information nec-
22	essary to make a determination under sub-
23	section (c) regarding a significant threat to
24	national security, as prescribed in advance
25	in regulation by the Secretary.

1	"(E) A description of how the space-based
2	remote sensing system will be operated and dis-
3	posed of in a manner to mitigate the generation
4	of space debris.
5	"(F) Information about third-party liabil-
6	ity insurance obtained, if any, by the applicant
7	for operations of the space-based remote sensing
8	system, including the amount and coverage of
9	such liability insurance.
10	"(b) Review of Application.—
11	"(1) Verifications.—Not later than 90 days
12	after receipt of an application under this section, the
13	Secretary shall verify that—
14	"(A) the application is complete pursuant
15	to subsection (a); and
16	"(B) the application does not contain any
17	clear indication of fraud or falsification.
18	"(2) Determination.—Not later than 90 days
19	after receipt of an application under this section—
20	"(A) if the Secretary verifies that the appli-
21	cant has met the application requirements de-
22	scribed in paragraph (1), the Secretary shall ap-
23	prove the application and issue a permit to the
24	applicant with or without conditions on the pro-

posed operation of the space-based remote sensing
system pursuant to subsection $(c)(1)(A)$ ; or
"(B) if the Secretary cannot verify that the
applicant has met the application requirements
described in paragraph (1) or if the Secretary
makes a determination to deny the application
under subsection $(c)(1)(B)$ , the Secretary—
"(i) shall issue a denial of the applica-
tion signed by the Secretary (a duty that
may not be delegated, including to the Of-
fice of Space Commerce); and
"(ii) shall, not later than 10 days after
the decision to deny the application—
"(I) provide the applicant with a
written notification containing a clear-
ly articulated rationale for the denial
that, to the maximum extent prac-
ticable—
"(aa) provides guidance to
the applicant as to how the ar-
ticulated rationale for denial
could be addressed in a subsequent
application; and
"(bb) includes all classified
information included in such ra-

1	tionale for which the applicant
2	has the required security clear-
3	ance; and
4	"(II) submit a notification of the
5	denial to the Committee on Commerce,
6	Science, and Transportation of the
7	Senate and the Committee on Science,
8	Space, and Technology of the House of
9	Representatives that—
10	"(aa) contains the clearly ar-
11	ticulated rationale for the denial;
12	and
13	"(bb) in the case of a denial
14	pursuant to a national security
15	determination under subsection
16	(c)—
17	"(AA) includes an ex-
18	planation of how, and clear
19	and convincing evidence that,
20	to the maximum extent prac-
21	ticable, the Federal Govern-
22	ment took steps to mitigate a
23	significant threat to the na-
24	tional security of the United
25	States posed by the operation

1	of the applicant's space-based
2	remote sensing system by
3	changing Federal Govern-
4	ment activities and oper-
5	ations; and
6	"(BB) may contain
7	$classified\ information.$
8	"(3) Automatic approval.—If the Secretary
9	has not approved or denied the application before the
10	deadline under paragraph (2), the application shall
11	be approved without condition. The Secretary may
12	not allow tolling of the 90-day period under such
13	paragraph.
14	"(4) Improper basis for denial.—The Sec-
15	retary may not deny an application for a permit
16	under this section in order to protect an existing per-
17	mit holder from competition.
18	"(5) Subsequent review.—The Secretary may
19	not prejudice a new application for the proposed op-
20	erations denied pursuant to paragraph (2)(B) if such
21	new application contains remedies addressing the ra-
22	tionale for such denial.
23	"(c) Addressing National Security Threat.—
24	"(1) In general.—If the Secretary determines,
25	with clear and convincing evidence, that the proposed

1	operation of a space-based remote sensing system
2	under an application for a permit under this chapter
3	poses a significant threat to the national security of
4	the United States as provided in paragraph (2)—
5	"(A) the Secretary may condition the pro-
6	posed operation covered by the permit only to the
7	extent necessary to address such threat; or
8	"(B) if the Secretary determines that there
9	is no practicable way to condition such permit
10	to address such threat, the Secretary may deny
11	the application.
12	"(2) Significant threat to national secu-
13	RITY.—For purposes of a determination under para-
14	graph (1), a significant threat to the national secu-
15	rity of the United States is a threat—
16	"(A) that is imminent; and
17	"(B) that cannot practically be mitigated
18	through changes to Federal Government activi-
19	ties or operations.
20	"(3) Reasonably commercially available
21	EFFORTS.—To the maximum extent practicable, the
22	Secretary shall only place a condition on a permit
23	that is achievable using reasonably commercially
24	available efforts.

1	"(4) Notification.—Not later than 10 days
2	after the decision to condition the proposed operation
3	covered by a permit pursuant to this subsection, the
4	Secretary shall—
5	"(A) provide the applicant with a written
6	notification containing a clearly articulated ra-
7	tionale for the condition that, to the maximum
8	extent practicable—
9	"(i) provides guidance to the applicant
10	as to how the articulated rationale for con-
11	dition could be addressed in a subsequent
12	application; and
13	"(ii) includes all classified information
14	included in such rationale for which the ap-
15	plicant has the required security clearance;
16	and
17	"(B) submit a notification of the condition
18	to the Committee on Commerce, Science, and
19	Transportation of the Senate and the Committee
20	on Science, Space, and Technology of the House
21	of Representatives that—
22	"(i) contains the clearly articulated ra-
23	tionale for the condition;
24	"(ii) includes an explanation of how,
25	and clear and convincing evidence that, to

1	the maximum extent practicable, the Fed-
2	eral Government took steps to mitigate a
3	significant threat to the national security of
4	the United States posed by the operation of
5	the applicant's space-based remote sensing
6	system by changing Federal Government ac-
7	tivities and operations; and
8	"(iii) may contain classified informa-
9	tion.
10	"(5) Prohibition on retroactive condi-
11	TIONS.—No other modifications may be made, or ad-
12	ditional conditions placed, on a permit after the date
13	on which the permit is issued except to account for
14	a material change as provided in section 80203(c).
15	"(6) Nondelegable.—The responsibilities of
16	the Secretary under this subsection may not be dele-
17	gated, including to the Office of Space Commerce.
18	"(d) Limitations on Conditions.—
19	"(1) Same or similar capability.—No oper-
20	ational condition under subsection (c) may be placed
21	on a space-based remote sensing system that has the
22	same or substantially similar space-based remote

sensing capabilities as another system permitted

under this chapter with no such condition.

23

24

1 "(2) CONDITIONS THAT EXCEED PERMITTED
2 CONDITIONS.—The Secretary may not place a condi3 tion on a permit for a space-based remote sensing sys4 tem that exceeds a condition placed on an existing
5 permitted system that has the same or substantially
6 similar capabilities.

#### "(e) Commercially Available Capability.—

"(1) Exception.—The Secretary may not deny an application for, or place a condition on, a permit for the operation of a space-based remote sensing system for which the same or substantially similar capabilities, derived data, products, or services are already commercially available or reasonably expected to be made available in the next 3 years in the international or domestic marketplace. The exception in the previous sentence applies regardless of whether the marketplace products and services originate from the operation of aircraft, unmanned aircraft, or other platforms or technical means or are assimilated from a variety of data sources.

"(2) CLEAR AND CONVINCING EVIDENCE.—Each denial of an application for, and each condition placed on, a permit for the operation of a space-based remote sensing system, shall include an explanation of, and clear and convincing evidence that, the excep-

1	tion under paragraph (1) does not apply with respect
2	to the proposed permitted operations of such system.
3	"(3) Database.—The President shall—
4	"(A) maintain a database of commercially
5	available capabilities described in paragraph
6	(1);
7	"(B) update such database not less than
8	once every 3 months; and
9	"(C) submit to the Committee on Commerce,
10	Science, and Transportation of the Senate and
11	the Committee on Science, Space, and Tech-
12	nology of the House of Representatives a report
13	containing the contents of the database upon
14	each update required under subparagraph (B).
15	"(4) Applicant submissions.—An applicant
16	for, or holder of, a permit for the operation of a
17	space-based remote sensing system may submit to the
18	Secretary evidence of, or information regarding, a
19	commercially available capability described in para-
20	graph (1) for consideration for inclusion in the data-
21	base.
22	"(5) Nonapplication of condition.—In any
23	case in which the Secretary determines that the excep-
24	tion under paragraph (1) applies with respect to a
25	permit for the operation of a space-based remote sens-

1	ing system for which the Secretary has placed a con-
2	dition under subsection (c), such condition shall no
3	longer apply with respect to such permitted oper-
4	ations.
5	"(f) Authority To Remove Conditions.—Nothing
6	in this section shall be construed to prohibit the Secretary
7	from removing a condition placed on a permit pursuant
8	to subsection (c).
9	"§ 80203. Continuing permitting requirements
10	"(a) Notification Requirement.—A permit holder
11	shall, in a timely manner, notify the Secretary if—
12	"(1) a permitted space-based remote sensing sys-
13	tem has terminated operations; or
14	"(2) a catastrophic event has occurred to a
15	space-based remote sensing system, such as the un-
16	planned destruction of such system.
17	"(b) Material Change.—The Secretary shall require
18	permit holders to inform the Secretary of—
19	"(1) any material changes to the space-based re-
20	mote sensing system or the planned operations of such
21	system prior to launch; and
22	"(2) any material anomalies or departures from
23	the planned operations during the course of oper-
24	ations

- 1 "(c) UPDATE TO PERMIT.—Not later than 14 days
- 2 after the date of receipt of information regarding a material
- 3 change pursuant to subsection (b), the Secretary shall make
- 4 a determination of whether such material change is sub-
- 5 stantial enough to warrant additional review under section
- 6 80202(b). Not later than 90 days after a determination that
- 7 such review is warranted, the Secretary shall complete a
- 8 similar such review process for such material change as is
- 9 required for a permit applicant under such section.

#### 10 *"§80204. Permit transfer*

- 11 "(a) IN GENERAL.—Subject to subsections (b) and (c),
- 12 the Secretary shall provide for the transfer of a permit
- 13 under this chapter from the permit holder to another person
- 14 to continue the operations allowed under such permit.
- 15 "(b) Transfer Request Requirements.—To be eli-
- 16 gible for a transfer under subsection (a), the permit holder
- 17 shall submit to the Secretary a request that includes any
- 18 identifying information regarding the transferee that would
- 19 be required under an initial application under section
- 20 80202.
- 21 "(c) Determination.—Not later than 14 days after
- 22 the date on which the Secretary receives a transfer request
- 23 pursuant to subsection (b), the Secretary shall make a deter-
- 24 mination of whether such material change is substantial
- 25 enough to warrant additional review under section

- 1 80202(b). Not later than 90 days after a determination that
- 2 such review is warranted, the Secretary shall complete a
- 3 similar such review process for such transferee as is re-
- 4 quired for a permit applicant under such section.
- 5 "(d) Material Change.—Any transfer of a permit
- 6 under this chapter constitutes a material change under sec-
- 7 tion 80203(b).

#### 8 "§ 80205. Agency activities

- 9 "(a) Utilization of Federal Government Vehi-
- 10 CLE.—A person may apply for a permit to operate a space-
- 11 based remote sensing system that utilizes, on a space-avail-
- 12 able basis, a civilian Federal Government satellite or vehicle
- 13 as a platform for such system. The Secretary, pursuant to
- 14 this chapter, may permit such system if it meets all condi-
- 15 tions of this chapter.
- 16 "(b) Assistance.—The Secretary may offer assistance
- 17 to persons in finding appropriate opportunities for the uti-
- 18 lization described in subsection (a).
- 19 "(c) AGREEMENTS.—To the extent provided in ad-
- 20 vance by appropriation Acts, an agency may enter into an
- 21 agreement for the utilization described in subsection (a) if
- 22 such agreement is consistent with the agency's mission and
- 23 statutory authority, and if the space-based remote sensing
- 24 system is issued a permit by the Secretary under this chap-
- 25 ter before commencing operation.

### 1 "§80206. Annual reports

2	"(a) In General.—The Secretary shall submit a re-
3	port to the Committee on Commerce, Science, and Trans-
4	portation of the Senate and the Committee on Science,
5	Space, and Technology of the House of Representatives not
6	later than 180 days after the date of enactment of the Amer-
7	ican Space Commerce Free Enterprise Act of 2017, and an-
8	nually thereafter, on—
9	"(1) the Secretary's implementation of this chap-
10	ter, including—
11	"(A) a list of all applications received in
12	the previous calendar year;
13	"(B) a list of all applications that resulted
14	in a permit;
15	"(C) a list of all applications denied and
16	an explanation of why each application was de-
17	nied, including any information relevant to the
18	adjudication process of a request for a permit;
19	"(D) a list of all applications that required
20	additional information; and
21	"(E) a list of all applications whose dis-
22	position exceeded the 90-day deadline, the total
23	days overdue for each application that exceeded
24	such deadline, and an explanation for the delay;
25	and

1	"(2) a description of all actions taken by the
2	Secretary under the administrative authority granted
3	by section 80301.
4	"(b) Classified Annexes.—Each report under sub-
5	section (a) may include classified annexes as necessary to
6	protect the disclosure of sensitive or classified information.
7	"§ 80207. Advisory Committee on Commercial Remote
8	Sensing
9	"(a) Establishment.—The Secretary shall establish
10	an Advisory Committee on Commercial Remote Sensing (in
11	this section referred to as the 'Committee') consisting of 15
12	members who shall be appointed by the Secretary.
13	"(b) Chair.—The Committee shall designate one mem-
14	ber as the chair of the Committee.
15	"(c) Membership.—
16	"(1) Limitation.—Members of the Committee
17	may not be Federal Government employees or offi-
18	cials.
19	"(2) Travel expenses.—Members of the Com-
20	mittee shall receive travel expenses, including per
21	diem in lieu of subsistence, in accordance with the
22	$applicable\ provisions\ under\ subchapter\ I\ of\ chapter$
23	57 of title 5.
24	"(d) Terms.—Each member of the Committee shall
25	serve for a term of 4 years and may not serve as a member

1	for the 2-year period following the date of completion of
2	each such term.
3	"(e) Duties.—The duties of the Committee shall be
4	to—
5	"(1) provide information, advice, and rec-
6	ommendations on matters relating to the United
7	States commercial space-based remote sensing indus-
8	try;
9	"(2) analyze the effectiveness and efficiency of
10	the implementation of the space-based remote sensing
11	system permitting process under this chapter;
12	"(3) provide recommendations to the Secretary
13	and Congress on how the United States can facilitate
14	and promote a robust and innovate private sector
15	that is investing in, developing, and operating space-
16	based remote sensing systems;
17	"(4) identify any challenges the United States
18	private sector is experiencing with the authorization
19	and supervision of the operation of space-based re-
20	mote sensing systems under this chapter; and
21	"(5) provide information, advice, and rec-
22	ommendations on matters related to the authority of
23	the Secretary under this chapter or to private sector
24	space activities authorized pursuant to this chapter

 $that \ the \ Committee \ determines \ necessary.$ 

25

1	"(f) Annual Report.—The Committee shall submit
2	to Congress, the President, the Secretary, and the Director
3	of the Office of Space Commerce, an annual report that in-
4	cludes the information, analysis, findings, and rec-
5	ommendations described in subsection (e).
6	"(g) Sunset.—The Committee shall terminate on the
7	date that is 10 years after the date on which the Committee
8	is established.
9	"§ 80208. Continuation of existing license or pending
10	application
11	"(a) Continuation of Existing License.—Any
12	United States entity for whom a license for the operation
13	of a space-based remote sensing system issued under sub-
14	chapter III of chapter 601 that is valid on the effective date
15	of this section may—
16	"(1) elect to be immediately considered permitted
17	for operation under this chapter, in which case all
18	terms and conditions of a license issued under such
19	subchapter with respect to the operation of such sys-
20	tem shall apply for the duration of the license; or
21	"(2) apply for a permit for operation under this
22	chapter and may continue to operate pursuant to
23	such license until such time as such permit is issued.
24	"(b) Rescind or Transfer of Pending License.—
25	An applicant with an application for a remote sensing li-

- 1 cense under subchapter III of chapter 601 that is pending
- 2 on the effective date of this section may be, at the election
- 3 of the applicant—
- 4 "(1) rescinded without prejudice; or
- 5 "(2) transferred to the Office of Space Commerce
- 6 and deemed to be a pending application for a permit
- 7 under this chapter.
- 8 "(c) Effective Date.—This section shall take effect
- 9 on the date that is 1 year after the date of enactment of
- 10 the American Space Commerce Free Enterprise Act of 2017.
- 11 "§80209. Commercial Remote Sensing Regulatory Af-
- 12 fairs Office
- "On the date that is 1 year after the date of enactment
- 14 of the American Space Commerce Free Enterprise Act of
- 15 2017, the Commercial Remote Sensing Regulatory Affairs
- 16 Office of the National Oceanic and Atmospheric Adminis-
- 17 tration is abolished.".
- 18 SEC. 5. ADMINISTRATIVE PROVISIONS RELATED TO CER-
- 19 TIFICATION AND PERMITTING.
- 20 Title 51, United States Code, is further amended by
- 21 adding at the end the following:
- 22 "CHAPTER 803—ADMINISTRATIVE PROVI-
- 23 **SIONS RELATED TO CERTIFICATION**
- 24 **AND PERMITTING**

<sup>&</sup>quot;Sec.

<sup>&</sup>quot;80301. Administrative authority.

<sup>&</sup>quot;80302. Consultation.

- "80303. Appeal of denial or condition of certification or permit.
- "80304. Exclusive authority for determination of international obligations.
- "80305. Limitation on certain agency supervision.
- "80306. Commercial exploration and use of outer space.
- "80307. Rule of construction on concurrent application submission.
- "80308. Federal jurisdiction.
- "80309. Global commons.
- "80310. Regulatory authority.
- "80311. Consultation with relevant agencies.
- "80312. Authorization of appropriations.

#### 1 "§80301. Administrative authority

- 2 "(a) Functions.—In order to carry out the respon-
- 3 sibilities specified in this subtitle, the Secretary may—
- 4 "(1) seek an order of injunction or similar judi-
- 5 cial determination from a district court of the United
- 6 States with personal jurisdiction over the certification
- 7 or permit holder to terminate certifications or permits
- 8 under this subtitle and to terminate certified or per-
- 9 mitted operations on an immediate basis, if the Sec-
- 10 retary determines that the certification or permit
- 11 holder has substantially failed to comply with any
- provisions of this subtitle, or with any terms of a cer-
- 13 tification or permit;
- 14 "(2) provide for civil penalties not to exceed
- \$10,000 (each day of operation constituting a sepa-
- rate violation) and not to exceed \$500,000 in total,
- 17 *for*—
- 18 "(A) noncompliance with the certification
- or permitting requirements or regulations issued
- 20 under this subtitle; or

1	"(B) the operation of a space object or
2	space-based remote sensing system without the
3	applicable certification or permit issued under
4	$this\ subtitle;$
5	"(3) compromise, modify, or remit any such civil
6	penalty;
7	"(4) seize any object, record, or report, or copies
8	of materials, documents, or records, pursuant to a
9	warrant from a magistrate based on a showing of
10	probable cause to believe that such object, record, or
11	report was used, is being used, or is likely to be used
12	in violation of this subtitle or the requirements of a
13	certification or permit or regulation issued there-
14	under; and
15	"(5) make investigations and inquiries con-
16	cerning any matter relating to the enforcement of this
17	subtitle.
18	"(b) Review of Agency Action.—Any holder of, or
19	applicant for, a certification or a permit who makes a time-
20	ly request for review of an adverse action pursuant to para-
21	graph (2) or (4) of subsection (a) shall be entitled to adju-
22	dication by the Secretary on the record after an opportunity
23	for any agency hearing with respect to such adverse action.
24	Any final action by the Secretary under this subsection

- 1 shall be subject to judicial review under chapter 7 of title
- 2 5, as provided in section 80303 of this chapter.
- 3 "(c) No Cost for Certification or Permit.—The
- 4 Secretary may not impose a fee or other cost on a holder
- 5 of, or applicant for—
- 6 "(1) a certification under chapter 801; or
- 7 "(2) a permit under chapter 802.
- 8 "(d) No Authority To Set Conditions.—The Sec-
- 9 retary may not impose a substantive condition on, or any
- 10 other requirement for, the issuance of a certification or per-
- 11 mit except as specifically provided in this subtitle.
- 12 "(e) FOIA Exemption.—Paragraph (3) of section
- 13 552(b) of title 5 shall apply with respect to any filing relat-
- 14 ing to a certification or a permit under this subtitle.
- 15 "(f) Limitation on Exceptions to Administrative
- 16 Procedures.—The exceptions under section 553(a)(1),
- 17 section 553(b)(B), or section 554(a)(4) of title 5 shall not
- 18 apply with respect to a certification or permit under this
- 19 *subtitle*.
- 20 **"§80302. Consultation**
- 21 "(a) Sense of Congress.—It is the sense of the Con-
- 22 gress that—
- 23 "(1) the United States Government has assets in
- 24 Earth orbit critical to national security, scientific re-
- 25 search, economic growth, and exploration;

1	"(2) such assets represent a considerable invest-
2	ment of United States taxpayers; and
3	"(3) it is in the national interest of the United
4	States to facilitate opportunities to provide for the
5	protection of such assets.
6	"(b) Review.—Not later than 30 days after the Sec-
7	retary issues a certification under chapter 801, the Sec-
8	retary shall review the operations of any space objects cov-
9	ered by the certification to determine whether the inter-
10	action between such operations and the operations of a Fed-
11	eral Government space object present a substantial risk to
12	the physical safety of a space object operated by either
13	party.
14	"(c) Requirement To Participate in Consulta-
15	TION.—If the Secretary makes a determination that a sub-
16	stantial risk identified under subsection (b) exists, the Sec-
17	retary may require that the certification holder participate
18	in a consultation under this section.
19	"(d) Parties to a Consultation.—
20	"(1) In General.—A consultation under this
21	section may be held, with respect to a substantial
22	safety risk identified under subsection (b), between—
23	"(A) a certification holder responsible for
24	the certified space object operations; and

1	"(B) any entity of the Federal Government
2	operating a potentially affected space object.
3	"(2) Participation.—The Secretary may not
4	impose any requirement on a party pursuant to par-
5	ticipation in the consultation.
6	"(e) Mitigation of Safety Risk.—In carrying out
7	a consultation, the Secretary shall—
8	"(1) facilitate a discussion among the parties to
9	$the\ consultation;$
10	"(2) encourage a mutual understanding of the
11	safety risk; and
12	"(3) encourage, to the maximum extent prac-
13	ticable, voluntary agreements between the parties to
14	the consultation to improve the physical safety of af-
15	fected space object operations or mitigate the physical
16	safety risk.
17	"(f) Duration of Consultation; Notice.—Not later
18	than 90 days after the Secretary requires a consultation
19	under this section, the Secretary shall—
20	"(1) complete all activities related to the con-
21	sultation; and
22	"(2) submit to Congress a written notification
23	with respect to such consultation, that includes—
24	"(A) the names of each party to the con-
25	sultation;

1	"(B) a description of the physical safety
2	risk at issue;
3	"(C) whether any voluntary agreement was
4	made by the parties; and
5	"(D) the content of any such agreement.
6	"(g) Rule of Construction.—Nothing in this sec-
7	tion shall be construed to grant any additional authority
8	to the Secretary to regulate, or place conditions on, any
9	activity for which a certification or permit is required
10	under this subtitle.
11	"§ 80303. Appeal of denial or condition of certification
12	or permit
13	"An applicant who is denied a certification under sec-
14	tion 80103(b)(2)(B), an applicant who is denied a permit
15	$under\ section\ 80202(b)(2)(B),\ or\ an\ applicant\ whose\ certifi-$
16	cation or permit is conditioned pursuant to section
17	80103(c) or section 80202(c), respectively, may appeal the
18	denial or placement of a condition to the Secretary. The
19	Secretary shall affirm or reverse the denial or placement
20	of a condition after providing the applicant notice and an
21	opportunity to be heard. The Secretary shall dispose of the
22	appeal not later than 60 days after the appeal is submitted.
23	If the Secretary denies the appeal, the applicant may seek
24	review in the United States Court of Appeals for the Dis-
25	trict of Columbia Circuit or in the court of appeals of the

1	United States for the circuit in which the person resides
2	or has its principal place of business.
3	"§ 80304. Exclusive authority for determination of
4	$international\ obligations$
5	"Except for the Secretary as authorized by this sub-
6	title, no agency may impose a requirement or make a find-
7	ing with regard to an international obligation of the United
8	States pertaining to a nongovernmental entity of the United
9	States under the Outer Space Treaty relating to—
10	"(1) the operation of a space object certified
11	under chapter 801; and
12	"(2) the carrying out of a space debris mitiga-
13	tion plan of a space object for which a certification
14	was issued under chapter 801.
15	"§ 80305. Limitation on certain agency supervision
16	"(a) In General.—Not later than 1 year after the
17	date of enactment of the American Space Commerce Free
18	Enterprise Act of 2017, no other agency shall have the au-
19	thority to authorize, place conditions on, or supervise the
20	operation of space objects required to be certified under
21	chapter 801 or space-based remote sensing systems required
22	to be permitted under chapter 802 except—
23	"(1) the Department of Transportation with re-
24	spect to launch or reentry vehicle operations licensed
25	under chapter 509: and

1	"(2) the Federal Communications Commission
2	with respect to space stations licensed under the Com-
3	munications Act of 1934 (47 U.S.C. 151 et seq.).
4	"(b) Agreement Limitations.—Nothing in this sec-
5	tion shall be construed to prevent an agency from including
6	additional terms, conditions, limitations, or requirements,
7	consistent with applicable provisions of law, beyond those
8	required in this subtitle in a contract or other agreement
9	with—
10	"(1) the holder of a certification under chapter
11	801 for the operation of the applicable space object; or
12	"(2) the holder of a permit under chapter 802 for
13	the operation of the applicable space-based remote
14	sensing system.
15	"§ 80306. Commercial exploration and use of outer
16	space
17	"To the maximum extent practicable, the President,
18	acting through appropriate Federal agencies, shall interpret
19	and fulfill international obligations, including under the
20	covered treaties on outer space, to minimize regulations and
21	limitations on the freedom of United States nongovern-
22	mental entities to explore and use space.

#### 1 "§ 80307. Rule of construction on concurrent applica-

- 2 tion submission
- 3 "Nothing in this subtitle shall be construed to prevent
- 4 an applicant from submitting to the Secretary concurrent
- 5 applications for a certification under chapter 801 and a
- 6 permit under chapter 802. The Secretary shall provide for
- 7 applications under chapter 801 and chapter 802 to be filed
- 8 concurrently or at different times, at the discretion of the
- 9 applicant. To the maximum extent practicable, the Sec-
- 10 retary shall avoid duplication of information required in
- 11 concurrently filed applications.

#### 12 "§ 80308. Federal jurisdiction

- "The district courts shall have original jurisdiction,
- 14 exclusive of the courts of the States, of any civil action re-
- 15 sulting from the operation of a space object for which a cer-
- 16 tification or permit is required under this subtitle.

#### 17 *"§* 80309. Global commons

- 18 "Notwithstanding any other provision of law, outer
- 19 space shall not be considered a global commons.

#### 20 "§ 80310. Regulatory authority

- 21 "(a) In General.—The Secretary shall issue such reg-
- 22 ulations as are necessary to carry out this subtitle.
- 23 "(b) Reducing Regulatory Burden.—In issuing
- 24 regulations to carry out this subtitle, the Secretary shall
- 25 avoid, to the maximum extent practicable, the placement
- 26 of inconsistent, duplicative, or otherwise burdensome re-

1 quirements on the operations of United States nongovern-

2	mental entities in outer space.
3	"§ 80311. Consultation with relevant agencies
4	"(a) In General.—Subject to subsection (b), the Sec-
5	retary shall, as the Secretary considers necessary, consult
6	with the heads of other relevant agencies in carrying out
7	this subtitle.
8	"(b) Exclusive Authority of the Secretary.—
9	The consultation authority provided by subsection (a) shall
10	not be interpreted to alter the exclusive authority of the Sec-
11	retary to authorize, place conditions on, and supervise the
12	operation of space objects under chapter 801 and space-
13	based remote sensing systems under chapter 802, as pro-
14	vided in and subject to the limitations of section 80305.
15	$\ ``\$80312.\ Authorization\ of\ appropriations$
16	"There are authorized to be appropriated \$5,000,000
17	to the Office of Space Commerce for fiscal year 2018 to
18	carry out this subtitle.".
19	SEC. 6. TECHNICAL AND CONFORMING AMENDMENTS.
20	(a) Table of Chapters.—The table of chapters of
21	title 51, United States Code, is amended by adding at the
22	end the following:
	"Subtitle VIII—Authorization and Supervision of Nongovernmental Space Activities
	"801. Certification to Operate Space Objects80101 "802. Permitting of Space-Based Remote Sensing
	Systems
	•HR 2809 RH

1	(b) Repeals.—
2	(1) In general.—Title 51, United States Code,
3	is amended as follows:
4	(A) Subchapter III of chapter 601 is re-
5	pealed.
6	(B) Section 60147 is repealed.
7	(C) The table of sections for chapter 601 is
8	amended by striking the item relating to section
9	60147.
10	(D) The table of sections for chapter 601 is
11	amended by striking the items relating to sub-
12	chapter III.
13	(2) Effective date.—The amendments made
14	by paragraph (1) shall take effect on the date that is
15	1 year after the date of enactment of this Act.
16	(c) Technical Corrections.—
17	(1) In general.—Title 51, United States Code,
18	is amended—
19	(A) in section $20302(c)(2)$ , by striking
20	"means has the meaning" and inserting "has the
21	meaning";
22	(B) in section $50702(c)(5)$ , by striking
23	"Space-Based Position" and inserting "Space-
24	Based Positioning"; and

1	(C) in section 71102(1), by striking "track-
2	ing device" and inserting "tracking device to".
3	(2) Chapter 513.—The table of chapters of title
4	51, United States Code, is amended by striking the
5	item related to chapter 513 and inserting the fol-
6	lowing:
	"513. Space Resource Commercial Exploration and Utilization51301".
7	(3) Chapter 701.—The table of chapters of title
8	51, United States Code, is amended by striking the
9	item related to chapter 701 and inserting the fol-
10	lowing:
	"701. Use of Space Launch System or Alternatives70101".
11	SEC. 7. OFFICE OF SPACE COMMERCE.
12	Section 50702 of title 51, United States Code, is
13	amended—
14	(1) in subsection (a), by adding at the end before
15	the period ", which shall be located in the principal
16	physical location of the Office of the Secretary of
17	Commerce";
18	(2) in subsection (b), by striking "a senior execu-
19	tive and shall be compensated at a level in the Senior
20	Executive Service under section 5382 of title 5 as de-
21	termined by the Secretary of Commerce" and insert-
22	ing "appointed by the President and confirmed by the
23	Senate. The Director shall be the Assistant Secretary

1	of Commerce for Space Commerce and shall report di-
2	rectly to the Secretary of Commerce"; and
3	(3) in subsection (c)—
4	(A) in paragraph (4), by striking "and" at
5	$the\ end;$
6	(B) in paragraph (5), by striking the period
7	at the end and inserting a semicolon; and
8	(C) by adding at the end the following:
9	"(6) to authorize and supervise the operations of
10	United States nongovernmental entities in outer
11	space, pursuant to chapter 801 of this title;
12	"(7) to authorize and supervise the operations of
13	space-based remote sensing systems pursuant to chap-
14	ter 802 of this title; and
15	"(8) to facilitate and promote the development of
16	best practices among operators of space objects and
17	space-based remote sensing systems under this subtitle
18	to address substantial risks to the physical safety of
19	Federal Government space objects, including the risk
20	of on-orbit collisions.".
21	SEC. 8. RESTRICTION ON PREVENTING LAUNCHES AND RE-
22	ENTRIES OF CERTIFIED SPACE OBJECTS.
23	Section 50904(c) of title 51, United States Code, is
24	amended by adding at the end the following: "No launch
25	or reentry may be prevented under this authority on the

- 1 basis of national security, foreign policy, or international
- 2 obligations of the United States, including under the cov-
- 3 ered treaties on outer space (as defined in section 80101)
- 4 if the payload has received a certification to operate as a
- 5 space object under chapter 801.".

#### 6 SEC. 9. REPORT ON REGISTRATION OF SPACE OBJECTS.

- 7 (a) In General.—Not later than 1 year after the date
- 8 of enactment of this Act, the Secretary of Commerce, acting
- 9 through the Office of Space Commerce and in consultation
- 10 with the Private Space Activity Advisory Committee estab-
- 11 lished under section 80109 of title 51, United States Code,
- 12 shall submit to the Committee on Science, Space, and Tech-
- 13 nology of the House of Representatives and the Committee
- 14 on Commerce, Science, and Transportation of the Senate
- 15 a report on the implementation of the space object registra-
- 16 tion obligations of the United States and other countries
- 17 under Article VIII of the Outer Space Treaty and the Con-
- 18 vention on Registration of Space Objects.
- 19 (b) Contents of Report.—The report required
- 20 under subsection (a) shall include—
- 21 (1) an identification of the practices and proce-
- 22 dures among countries that are members of the Outer
- 23 Space Treaty and the Convention on Registration of
- 24 Space Objects in implementing and complying with
- 25 the registration obligations contained in the treaties;

1	(2) a description of any existing practices and
2	procedures of the Federal Government for the registra-
3	tion of nongovernmental space objects; and
4	(3) recommendations on how the registration of
5	space objects in the United States could be improved
6	to benefit the United States, including enabling
7	United States leadership in commercial space activi-
8	ties.
9	SEC. 10. COMPTROLLER GENERAL REPORT.
10	Not later than 180 days after the date of enactment
11	of this Act, the Comptroller General of the United States
12	shall submit to Congress a report on removing the Office
13	of Commercial Space Transportation from under the juris-
14	diction of the Federal Aviation Administration and reestab-
15	lishing the Office under the jurisdiction of the Secretary of
16	Transportation. Such report shall include—
17	(1) the identification of key practices for success-
18	ful organizational transitions;
19	(2) the advantages and disadvantages of the re-
20	moval and reestablishment with respect to the ability
21	of the Office to continue to coordinate and commu-
22	nicate with Federal Aviation Administration on air-
23	space issues; and
24	(3) the identification of any issues that are pre-
25	venting the Office from fully carrying out its statu-

- 1 tory mandate, and if such issues would persist re-
- 2 gardless of organizational location of the Office with-
- 3 in the Department of Transportation.

# Union Calendar No. 498

115TH CONGRESS H. R. 2809

[Report No. 115-649]

## A BILL

To amend title 51, United States Code, to provide for the authorization and supervision of non-governmental space activities, and for other purposes.

April 24, 2018

Reported with an amendment, committed to the Committee of the Whole House on the State of the Union, and ordered to be printed